

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**SB 2156 - HB 2688**

February 15, 2018

**SUMMARY OF BILL:** Adds obligations guaranteed by the federal home loan mortgage corporation, federal national mortgage association, student loan marketing association, and other United State government sponsored corporations to the list of investment instruments that the Treasurer is authorized to invest in when investing money in the custody of any officer or officers of the state upon such officers' request.

**ESTIMATED FISCAL IMPACT:**

**Other Fiscal Impact – The precise impact on state earnings revenue is unknown and is expected to vary considerably based on the status of financial market performance at any future time and the timing for which any liquidation and reinvestment of funds would be made.**

Assumptions:

- No impact on the operations of the Department of Treasury.
- Expanding how funds may be invested may result in either a recurring decrease in earnings revenue or a recurring increase in earnings revenue depending upon the status of financial markets at any given point in the future.
- The precise impact in any future years will vary from year to year and is dependent on what earnings would have been on alternative forms of investment. The future value of current investments and the future value of alternative forms of investment authorized by this legislation in any given year and the timing of any purchases or sales cannot be reasonably determined; therefore, the precise fiscal impact cannot be reasonably determined.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

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